**Introduces the system of production of Sales Tax Clearance Certificate by the Contractors and Suppliers at the time of granting Government Contracts.**

READ—

Correspondence ending with letter No. C. 147—M. 174—53-54, dated the 9th April 1953, from the Commissioner of Sales Tax in Mysore, stating that with a view to preventing leakage of revenue, if any, under sales tax, it is necessary to introduce the system of production of Sales Tax Clearance Certificate by the contractors and suppliers at the time of granting any Government Contract and requesting approval of Government to the form of Sales Tax Clearance Certificate as proposed by him.

ORDER No. Fl. 4267-4416—S.T. 32-53-2, DATED BANGALORE, THE 20TH AUGUST 1953.

The proposal of the Sales Tax Commissioner, is approved.

2. The form of the Sales Tax Clearance Certificate as approved is appended to this order.

3. In the case of Government Departments calling for tenders for supplies or works contracts, etc., a condition may be inserted in the tender form to the effect that Sales Tax Clearance Certificate should be produced along with tenders.

4. In cases where works are disposed of otherwise than on the tender system, it will be necessary to produce certificate for the duration of any particular contract only when the work is entrusted to him and even if a work is taken up at the commencement of a year and assessment of sales-tax is not yet made for that year, the certificate may well relate to the year next preceding.

N. PUTTARANGASWAMY,
*Secretary to Government,*
*Finance Department.*

# APPENDIX.

## FORM OF SALES-TAX CLEARANCE CERTIFICATE APPROVED AND APPENDED TO GOVERNMENT ORDER No. Fl. 4267–4416—S.T. 32–53–2, DATED 20th August 1953.

1. (*a*) Name and style in which the applicant is assessed or assessable to Sales Tax and address for the purposes of assessment ...
   (*b*) Names of branches, if any, of 1(*a*) with their addresses, and names of other concerns in which the applicant is substantially interested.
2. The Sales Tax Circle, in which the applicant is assessed to Sales Tax and Registration No. ...
3. The following particulars to be furnished concerning the Sales Tax Assessments for the preceding four years :—

(*a*) The total contract amount received during the preceding four accounting years (give date of the closing day of the year).

19 —19
19 —19
19 —19
19 —19

(*b*)—

| Year | Total turnover assessed | Tax demanded | Tax paid | Balance due |
|---|---|---|---|---|
| 1 | 2 | 3 | 4 | 5 |
| 19 —19 | | | | |
| 19 —19 | | | | |
| 19 —19 | | | | |
| 19 —19 | | | | |

NOTE.—If any tax remains unpaid the reason should be explained in an attached statement.

(*c*) In case there has been no Sales Tax assessment in any year whether returns have been submitted under Section 12 (1) of the Act and the tax has been paid in advance under Rule 17 (4) of the Sales Tax Rules and if so, the amount of turnover returned above and the Sales Tax Circle concerned where such returns have been filed ... ....
(*d*) Whether any recovery proceedings pending in respect of the arrears ... ...

### VERIFICATION.

I declare that the above information is correct and complete to the best of my information and belief.

*Signature of the applicant and address.*

---

(To be filled up by the Sales Tax Authorities.)

No. 195 –5

In my opinion the applicant mentioned above has been doing everything possible to pay the x demands promptly and regularly and to facilitate the completion of the pending or outstanding oceedings. This certificate is valid for one year from the date of issue.

*Assistant Sales Tax Officer.*

.....